

October 19, 2006

Hon. James H. Welsh
Commissioner of Conservation
Office of Conservation
Post Office Box 94275
Capitol Station
Baton Rouge, Louisiana 70804-4275

RE: 3000' Sand, Reservoir A
SOUTHWEST LAKE PAGIE FIELD
Terrebonne Parish, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of James A. Whitson, Jr. for the calling of public hearings, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the above captioned sand and reservoir, in the Southwest Lake Pagie Field, Terrebonne Parish:

1. To establish rules and regulations governing the exploration for and production of gas and condensate from the 3000' Sand, Reservoir A, in the Southwest Lake Pagie Field, Terrebonne Parish, Louisiana.
2. To create one (1) drilling and production unit for the 3000' Sand, Reservoir A, in the Southwest Lake Pagie Field, Terrebonne Parish, Louisiana.
3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation.
4. To designate James A. Whitson Jr. a unit operator and to designate the James A. Whitson Jr. - LL&E No. 1 as the unit well and the James A. Whitson, Jr. LL&E No. 2 as an alternate unit well.
5. To consider any other matters which may be pertinent to this application.

The 3,000' Sand, Reservoir A, in the Southwest Lake Pagie Field, Terrebonne Parish, Louisiana, is hereby defined as being that gas and condensate bearing sand between the measured depths of 3,030' and 3,093' (electric log measurements) in the James A. Whitson, Jr. - LL&E #1 well located in Section 11, Township 20 South, Range 14 East, Terrebonne Parish, Louisiana

All pertinent data, including well logs, may be obtained AT THE COST OF THE REQUESTING PARTY, Bill Dale, 302 La Rue France, Lafayette, LA 70508, Telephone: (318) 232-5004.

The Commissioner of Conservation has waived the 20-day pre-application notice for this application. A conference to discuss the application and any opposition thereto is scheduled for 10:00 AM, November 2, 2006 at the offices of W. H. Robbins & Associates at 302 La Rue France, Lafayette, Louisiana.

A plat outlining the proposed unit is attached hereto and made a part of this application. There is enclosed a list of names and addresses of the Interested Parties who are being forwarded this application and plat. Such list is being forwarded ONLY to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, the list of Interested Owners and Represented Parties will be furnished by the undersigned to any party requesting a copy of it. This list includes the names and addresses of all Interested Parties who are known to the Applicant, after reasonable search. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, enclosed is our check in the sum of \$755.00, payable to the Office of Conservation, representing the required hearing application fee.

Very truly yours,

A handwritten signature in cursive script that reads "Bill Dale".

Bill Dale

cc: District Manager, Lafayette District, Office of Conservation; Interested Parties, Represented Parties, and Interested Owners.

